

104TH CONGRESS
1ST SESSION

S. 434

To amend the Internal Revenue Code of 1986 to increase the deductibility of business meal expenses for individuals who are subject to Federal limitations on hours of service.

IN THE SENATE OF THE UNITED STATES

FEBRUARY 16 (legislative day, JANUARY 30), 1995

Mr. KOHL introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to increase the deductibility of business meal expenses for individuals who are subject to Federal limitations on hours of service.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. INCREASED DEDUCTIBILITY OF BUSINESS**
4 **MEAL EXPENSES FOR INDIVIDUALS SUBJECT**
5 **TO FEDERAL LIMITATIONS ON HOURS OF**
6 **SERVICE.**

7 (a) IN GENERAL.—Section 274(n) of the Internal
8 Revenue Code of 1986 (relating to only 50 percent of meal

1 and entertainment expenses allowed as deduction) is
2 amended by adding at the end the following new
3 paragraph:

4 “(3) SPECIAL RULE FOR INDIVIDUALS SUBJECT
5 TO FEDERAL LIMITATIONS ON HOURS OF SERV-
6 ICE.—In the case of any expenses for food or bev-
7 erages consumed by an individual during, or incident
8 to, any period of duty which is subject to the hours
9 of service limitations of the
10 Department of Transportation, paragraph (1) shall
11 be applied by substituting ‘80 percent’ for ‘50
12 percent’.”

13 (b) EFFECTIVE DATE.—The amendment made by
14 subsection (a) shall apply to taxable years beginning after
15 December 31, 1994.

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